CASE NO. 8:22-CV-02092-FWS-KES

1 WHEREAS Plaintiff Gatekeeper Systems, Inc. ("Plaintiff" or "Gatekeeper") 2 filed a complaint before the United States District Court, Central District of 3 California alleging that Rocated International B.V. and Rocated USA, LLC 4 (collectively, "Defendants" or "Rocateq") infringe U.S. Patent No. 8,463,540 ("the 5 '540 Patent"), U.S. Patent No. 9,091,551 ("the '551 Patent"), U.S. Patent No. 6 9,637,151 ("the '151 Patent"), U.S. Patent No. 11,230,313 ("the '313 Patent"), U.S. 7 Patent No. 11,358,621 ("the '621 Patent"), U.S. Patent No. 9,845,072 ("the '072 Patent"), and U.S. Patent No. 10,196,040 ("the '040 Patent") (collectively, the 8 "Asserted Patents"); 9 10 WHEREAS, Gatekeeper's complaint alleged that Rocateg's Check Out 11 Security System infringes the '540 Patent, the '551 Patent, the '151 Patent, the '313 12 Patent, and the '621 Patent (collectively, the "Pushout Protection Patents") and Rocateq's Cart Security System infringes the '072 Patent and '040 Patent 13 14 (collectively, the "One Line Patents"); 15 WHEREAS, Gatekeeper accused Rocateg's Check Out Security System using both a VLF receiver and an RF transceiver, where signals from both receivers are 16 17 used for check-out theft prevention, as described in the document "TRAINING doc, 18 The Rocated Check out Security System in USA, Version 7," Bates No. ROCATEQ ITC 00000023-ROCATEQ ITC 00000050, and any other security 19 20 system substantially similar to the foregoing (collectively, the "Rocateq 2R-COS" 21 **System**") of infringing the Pushout Protection Patents; 22 WHEREAS, Gatekeeper accused Rocateq's Cart Security system of infringing the One Line Patents; 23 24 WHEREAS, Gatekeeper and Rocated have entered into an agreement to 25 dismiss without prejudice the instant action, 26 WHEREAS, neither party admits to liability against any claims or defenses; 27 and 28 WHEREAS, Plaintiff and Defendants, through their respective counsel,

hereby agree to entry of the terms of the Stipulation [38].

Having reviewed and considered the Stipulation [38], the files and records of the case, the Court **GRANTS** the Stipulation [38] and **ORDERS** the following:

- 1. This is an action for patent infringement under the patent laws of the United States, Title 35 of the United States Code.
- 2. The Court has subject matter jurisdiction over the allegations set forth in Gatekeeper's Complaint and personal jurisdiction over Rocateq for purposes of the Stipulation [38]. Venue is proper in this Court.
- 3. Gatekeeper and Rocateq each expressly waives all rights to seek judicial review or otherwise to challenge or to contest the validity of the Stipulation [38].
- 4. Effective as of September 13, 2023 ("Effective Date"), Rocateq and its Affiliates¹, and all those acting in concert with any of the foregoing (collectively, the "Rocateq Entities"), shall cease, directly or indirectly, from making, having made, developing, having developed, using, selling, offering for sale, importing, exporting, repairing and servicing the Rocateq 2R-COS System (the "2R-COS Covenant"), with the following exceptions:
- (a) On or before September 30, 2023, the Rocateq Entities shall cease to, directly or indirectly, sell, offer for sale and/or contract for sale of new installations of the Rocateq 2R-COS System in the United States, provided that, for the avoidance of doubt, any sale for installation in the United States made on or before September 30, 2023 must be installed on or before March 15, 2024;

¹ "Affiliate" means, with respect to a Party, any person or entity that controls, is controlled by, or is under common control with, such Party. For purposes of the foregoing, "control" means having the power, directly or indirectly, to direct or cause the direction of the management and policies of such person or entity, whether through the ownership of voting securities, by contract, as a matter of law or otherwise.

- (b) On or before March 15, 2024, the Rocateq Entities shall cease all installations of the Rocateq 2R-COS System; and
- (c) For the period between the Effective Date and September 15, 2026, Rocateq may provide replacement parts and services for Rocateq 2R-COS Systems that were installed prior to the Effective Date, or new installations made by March 15, 2024 as permitted under (a), provided that the Rocateq 2R-COS System for which parts or service is being provided is at the location at which it was originally installed and the associated customer is the original customer or an acquirer of the original customer that purchased the Rocateq 2R-COS System. During such period, the Rocateq Entities shall not provide replacement parts or services for any Rocateq 2R-COS Systems other than those expressly permitted under this Section 4(c). On or before September 15, 2026, the Rocateq Entities shall cease to provide, directly or indirectly, all replacement parts and services for all Rocateq 2R-COS Systems.
- 5. For the purposes of clarity, the cease-and-desist order of paragraph 4 above does not apply to Rocateq systems for prevention of pushout theft by use of a shopping cart or other wheeled cart or trolley that use only a 2.4 GHz RF transceiver (or an alternative single-frequency transceiver operating at a substantially similar or higher or lower frequency) for check-out theft prevention and are described as "Check Out Security 2.0 (2.4GHz)" in the document "Design Change Check Out Security 2.0 RFID System Version 2, 2023" (Production Number Bates No ROCATEQ_ITC_00004401).
 - 6. Each party shall bear its own costs and attorneys' fees.
- 7. Upon entry of this Order, all claims and counterclaims are dismissed without prejudice, provided, however, that this Court shall retain jurisdiction to enforce the terms and provisions of the Stipulation [38] and this Order until further order of the court. For avoidance of doubt, all claims and counterclaims with respect

to both Pushout Protection Patents and One-Line Patents are DISMISSED WITHOUT PREJUDICE. IT IS SO ORDERED. TMWA Dated: September 18, 2023 Hon. Fred W. Slaughter UNITED STATES DISTRICT JUDGE